ERSM70424 Example

| Is Henri in the UK when the option is exercised? | **No** → | Does he remain in the same employment, even though now working overseas? |

Yes ↓

Whether Henri remains R/NOR or has now become R/OR, Chapter 3C applies.

Yes ↓

Did Henri have UK chargeable general earnings from the employment in Year 4?

No ↓

Chapter 3C applies. In the last year in which the old employment was held, the earnings from it were general earnings so ITEPA03/S421E (3) will not exempt the acquisition from charge even if there are no general earnings in Year 4

Yes ↓

Chapter 3C applies.

No ↓

Chapter 3C does not apply.